

**TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE**



**FISCAL NOTE**

**HB 1516 - SB 1355**

March 18, 2011

**SUMMARY OF BILL:** Prohibits any public employer from contracting with a private employer who fails to verify the legal status of employees hired on or after January 1, 2012. Requires the Department of Labor and Workforce Development (DLWD) to investigate certain public employers and persons entering into a public contract under certain circumstances when a complaint is filed or DLWD has reason to believe a violation has occurred. Establishes penalties of suspended or revoked licensure for violations.

**ESTIMATED FISCAL IMPACT:**

**Increase State Expenditures – \$6,200/One-Time  
\$58,300/Recurring**

**Assumptions:**

- DLWD will require one inspector to investigate complaints received by the Department.
- An increase in recurring state expenditures of \$58,336 (\$34,284 salary + \$13,327 benefits + \$10,725 travel and supplies).
- An increase in one-time state expenditures of \$6,170 for computer and supplies.
- Any impact on license fee revenue resulting from the suspension or revocation of licenses will be not significant.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink that reads "James W. White".

James W. White, Executive Director

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